

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)	CASE NO.
OF WEST SHELBY WATER DISTRICT)	2005-00161

O R D E R

On April 15, 2005, West Shelby Water District (“West Shelby”) applied for approval to adjust its rates pursuant to the purchased water adjustment procedure. KRS 278.015 and 807 KAR 5:068.

The Commission, having reviewed the record and being sufficiently advised, finds that:

1. West Shelby purchases water from Shelbyville Municipal Water (“Shelbyville”) and Louisville Water Company (“Louisville”).
2. Louisville notified West Shelby that, effective with service rendered on and after May 1, 2005, Louisville’s wholesale water rate to West Shelby would increase from \$1.49 per 1,000 gallons to \$1.58 per 1,000 gallons.
3. During the 12 months ending February 28, 2005, West Shelby purchased 67,699,200 gallons of water from Shelbyville and 195,397,000 gallons of water from Louisville, and sold it 230,116,300 gallons. The increase in the cost of purchased water is \$17,954.61, resulting in a purchased water adjustment of \$0.078 per 1,000 gallons.
4. The purchased water adjustment of \$0.078 per 1,000 gallons is fair, just, and reasonable and should be approved.
5. West Shelby misapplied the purchased water adjustment in its proposed rate schedule.

IT IS THEREFORE ORDERED that:

1. The rates proposed by West Shelby are denied.
2. The purchased water adjustment of \$0.078 per 1,000 gallons and the rates in Appendix A, attached hereto and incorporated herein, are fair, just, and reasonable and are approved for services rendered on and after May 1, 2005.
3. Within 20 days of the date of this Order, West Shelby shall file with the Commission revised tariff sheets showing the rates approved herein.

Done at Frankfort, Kentucky, this 5th day of May, 2005.

By the Commission

ATTEST:



Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2005-00161 DATED May 5, 2005

The following rates and charges are prescribed for the customers in the area served by West Shelby Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

Monthly Water Rates

5/8" Meter:

First	2,500 gallons	\$13.33 Minimum Bill
Next	7,500 gallons	4.70 per 1,000 gallons
Next	20,000 gallons	4.07 per 1,000 gallons
Next	200,000 gallons	3.57 per 1,000 gallons
Over	230,000 gallons	3.21 per 1,000 gallons

3/4" Meter:

First	3,500 gallons	\$18.02 Minimum Bill
Next	6,500 gallons	4.70 per 1,000 gallons
Next	20,000 gallons	4.07 per 1,000 gallons
Next	200,000 gallons	3.57 per 1,000 gallons
Over	230,000 gallons	3.21 per 1,000 gallons

1" Meter:

First	5,000 gallons	\$25.06 Minimum Bill
Next	5,000 gallons	4.70 per 1,000 gallons
Next	20,000 gallons	4.07 per 1,000 gallons
Next	200,000 gallons	3.57 per 1,000 gallons
Over	230,000 gallons	3.21 per 1,000 gallons

1 1/2" Meter:

First	10,000 gallons	\$48.55 Minimum Bill
Next	20,000 gallons	4.07 per 1,000 gallons
Next	200,000 gallons	3.57 per 1,000 gallons
Over	230,000 gallons	3.21 per 1,000 gallons

2" Meter:

First	16,000 gallons	\$72.96 Minimum Bill
Next	14,000 gallons	4.07 per 1,000 gallons
Next	200,000 gallons	3.57 per 1,000 gallons
Over	230,000 gallons	3.21 per 1,000 gallons

3" Meter:

First	30,000 gallons	\$129.91 Minimum Bill
Next	200,000 gallons	3.57 per 1,000 gallons
Over	230,000 gallons	3.21 per 1,000 gallons

4" Meter:

First	50,000 gallons	\$201.27 Minimum Bill
Next	180,000 gallons	3.57 per 1,000 gallons
Over	230,000 gallons	3.21 per 1,000 gallons

6" Meter:

First	100,000 gallons	\$379.67 Minimum Bill
Next	130,000 gallons	3.57 per 1,000 gallons
Over	230,000 gallons	3.21 per 1,000 gallons